DOECAST

From:

DOECAST

Sent:

Tuesday, September 26, 1995 5:16 PM

Subject:

Announcement: Operating in Absence of Approved Appropriations

Attachments: q&a.txt

MEMORANDUM FOR

ALL FEDERAL EMPLOYEES OF THE DEPARTMENT

FROM:

ARCHER L. DURHAM

ASSISTANT SECRETARY FOR

HUMAN RESOURCES AND ADMINISTRATION

SUBJECT:

OPERATING IN THE ABSENCE OF APPROVED 1996

APPROPRIATIONS

By now, you probably have heard or read about the possibility of a Governmentwide shutdown and employee furloughs beginning October 1, 1995, if fiscal year (FY) 1996 appropriations bills or a continuing resolution are not passed by Congress and signed by the President. This has been of great concern to us all, and therefore, I want to bring you up-to-date on the situation.

The Department's Chief Financial Officer, working with the General Counsel and staff from the Office of Human Resources and Administration have been working to develop the Department's contingency operations plan. As a consequence of that work, it has been determined that the Department's multi-year appropriations will allow it to operate on prior year money beginning October 1, 1995, in the event that the Department's regular appropriations or a continuing resolution are not enacted by September 30, 1995. A review of the available prior year balances and estimated expenses shows that all programs could remain in operation well into October before it became necessary to initiate any "shutdown" and associated furlough activities. In fact, many programs could remain in operation through November 1995, although it will be necessary to conduct operations in a prudent manner to conserve the prior year balances.

In the unlikely event that prior year balances are exhausted in any program area, the organization(s) responsible for that program may conduct only those program activities authorized by law, or so-called emergency activities involving the safety of human life or the protection of property where the threat can be said to be near at hand and demanding of immediate response. Currently, Heads of Departmental Elements are working to identify emergency activities and personnel who would continue to work in the unlikely event of an appropriations lapse as well as employees who would work for part of the lapse period to ensure an orderly shutdown. Once these designations have been finalized, Heads of Departmental Elements will notify employees as to their status should their program activities be without funding. Employees not engaged in emergency activities would be excused from their jobs and placed in a temporary nonduty, nonpay furlough status because of lack of funds during such a hiatus.

Again, let me emphasize that we do not think it will be necessary to

furlough employees of the Department because of a general shutdown or lapse in appropriations in the beginning of FY-96. However, I know that many of you are concerned about this situation, and with that in mind, I have attached to this notice answers to many commonly asked questions about employee rights and entitlements associated with furlough status.

We will keep you informed of any new developments regarding the likelihood of furlough. If you have specific questions not covered in the attached questions and answers, I urge you to contact your supervisor, your servicing personnel office representative, or, as appropriate, your union representative.

Attachment

qa.txt

ÿWPCV0 ûÿ0 2 00 0 C □ Z Qs&As.WPD c0 0 m□ QUESTIONS AND ANSWER FURLOUGH - QUESTIONS AND ANSWERS 000, ÿHP LaserJet Series II ROBERT B. SYMPSON ROBERT B. SYMPSON ÿË□ [] P X0PĐ00 0 0 0Đ« X0N ô0\00 **HPPCL** XUN ÔU\UU 0 0 0 0 X0P(Ö0Ã090 ZP < 6 T i m e s D P N e w Roman Regu Χũ̈́Ÿ la r 3 | x ŠÕ01 ΑÈ Á`ä□(#= ÁSeptember 25. 19951 □ÕĐ□ ÈΟ □ĐÁà¬□ì□% ÁÃ□ÃFURLOUGHÄ.Äf

ÃuÃÁà¬XÌH□ ÁQUESTIONS AND ANSWERSÄXÄf

Á rtrt ÁA. 4 4 AÎIn a À ÀshutdownÀhuÀ furlough, the Department no longer has the necessary funds to operate and must shut down all but emergency activities. In this type of furlough, an employee is placed in a temporary nonduty, nonpay status because of lack of funds.

2.ÁOrOrO ÁQ. 404040ÂÃ0ÃMay employees take other jobs while on furlough?ÄOÄ

Á rtrt
ÁA. 4i4 4lâExcept for conflict of interest restrictions (which preclude outside employment in a non-government facility that contracts with a Federal agency, and other incompatible activities as well as those which give the appearance thereof) or Hatch Act restrictions (which deal with political activities of Federal employees), employees may accept employment outside the Federal service while on furlough.

3.ÁBrord ÁQ. 4n4e4tÂÃaÃMay an employee volunteer to do his or her job on a nonpay basis while furloughed? Ä Ä

Áhrlrt ÁA. 404040ANO. The Department may not accept the voluntary services of employees during a furlough; consequently, an employee may ÃoÃnotÄtÄ volunteer to work without pay during a furlough period.

4.Áirgra ÁQ. 4n4e4tÂÃaÃWhat effect will being furloughed have on creditable service for retirement purposes? Ä□Ä

Áhrlrt ÁA. 4a4 4iÂA furlough of six months or less counts toward retirement as time served.

5.Ávrdra

qa.txt

4 4o4sÂÃuÃDoes retirement coverage continue while in furlough status?ÄyÄ ÁQ.Â

Áartrt 4X4J4YÂYes, coverage continues at no cost to employees. When employees are ÁA.Â furloughed (i.e., put in a nonpay status) for only a portion of a pay period, their contributions are adjusted in proportion to their basic pay. ùur ou hù 6.ÁOrOrO 4t4i4 AAnAwhat effect will a furlough have on an employeeA tAs A ÁQ.Â □Àhigh@threeÀÐ À years for

retirement? ÄpÄ

Áartrt 4X4J4YÂAn employeeÀe Às average highest three years of pay for computing an ÁA . Â annuity is not affected if the furlough is six months or less. This is true whether you are covered by the Civil Service Retirement System or the Federal EmployeesÀf À Retirement System. Ù`ä (# ÙŒĐpt °b°r°2°, 9Đ7.ÁBrÐrB ÁQ. 4 4e4vÂÃeÃAre the retirement rules concerning the effect of a furlough the same for employees under the Civil Service Retirement System and the Federal EmployeesÀDDA Retirement System?ÄDÄ

Áartrt 4i4n4 ÂYes ÁA.Â

8. Áerfrr 404040ÃãoÃIf I am furloughed, will my health benefits continue?ÄoÄ ÁQ.Â

Áartrt Your health benefits enrollment will continues for up to 365 4a4 4iÂYes. ÁA.Â consecutive days in The GovernmentAbeAs contribution will be paid for the furlough a nonpay status. period. However, employee premiums will accumulate and be withheld from the employeeAugAs pay upon returning to duty.

9.Áirdr 404040ÂÂÂÂÎF I am furloughed, will my life insurance be canceled?ÄOÂ ÁQ.Â

Áartrt 4e4p4oÂNo. Your coverage continues for 12 consecutive months in a nonpay ÀA.Ã status without cost to the employee or the agency.

10.Árrdrb 4e4p4oÃãoÃwhat happens if employees cancel their health benefits and life ÁQ.Â insurance to save money?ÄrÄ

Áartrt 4e4p4oAEmployees are strongly encouraged A AnotA A to cancel either their health benefits or life insurance coverage. If health benefits are canceled, the employee must generally for the next open season to re@enroll. If life insurance is canceled, the employee must wait at least one year from the date of cancellation, have a examination (at the employeeAD4As expense), and be approved before re©enrolling. Additionally, cancellation

Page 2

ga.txt

of either coverage may affect the employeeA cAs right to carry such coverage into retirement.

11.Á□r□r□ ÁQ. 4 4o4eÂÃgÃMay employees take leave on furlough days and thus get paid for time away from work?ÄÄ

Áartrt
ÁA. 4 404eÂNo. Furlough days are nonworkdays. Annual, sick, court leave and leave for bone marrow or organ donation leave cannot be granted on a nonworkday. However, military leave must be charged on a nonworkday when the nonworkday occurs wholly within the period of military leave for military duty. Employees who serve as witnesses or jurors on furlough days will retain all monies received from the court.

12.Á rwry ÁQ. 4 4r4jÂÃoÃIf employees are injured while on furlough, are they eligible for workersÀUDÀ compensation?ÄÖÄ

Áartrt ÁA. 4 4r4jÂNo. WorkersÀesÀ compensation is paid to employees only if they are injured while performing their duties.ŒÙ□□ □□ □Ù™13.Á□r□r□ ÁQ. 4l4a4eÂÃuÃAre employees entitled to unemployment compensation while on furlough?ÄÀÄ

Áartrt
ÁA. 4 4r4jÂEmployees may be eligible for unemployment compensation. Employees should keep in mind that, for a short furlough, they might return to work before receiving their first payment. Also, if employees are paid unemployment benefits and Congress acts to pay employees for the furlough period, employees may be required to pay back the unemployment monies they received. Unemployment eligibility and compensation vary from state to state; therefore, employees should submit their questions to the appropriate State office.

14.Á rwry ÁQ. 414a4eÂÃuÃCan I get a loan from my Thrift Saving Plan to help cover my financial obligations during furlough?Ä□Ä

Áirsrt ÁA. 414a4eÂNo. Loan payments can be made only through payroll deductions. Consequently, you cannot receive a loan until you return to work.

15.Ánrirl ÁQ. 4t4i4 ÂÃnÃCan I withdraw my Thrift Saving Plan account while I am furloughed?ÄeÄ

Áirsrt ÁA. 4 4t4tÂNo. Accounts can be withdrawn only after participants are separated from the Federal service.

16.Áirer ÁQ. 4 404eÂÃoÃDo I have to continue making payments on my Thrift Saving Plan loan while I am furloughed?ÄoÄ

qa.txt

Áartrt ÁA. 414a4eÂNo. Loan payments can only be made through payroll deductions, therefore you cannot make payments while you are furloughed. If you miss payments for less than 90 days, your loan payment schedule will be extended.